



THOMAS L. GARTHWAITE, M.D.
Director and Chief Medical Officer

FRED LEAF
Chief Operating Officer

COUNTY OF LOS ANGELES
DEPARTMENT OF HEALTH SERVICES
313 N. Figueroa, Los Angeles, CA 90012
(213) 240-8101

BOARD OF SUPERVISORS

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June 17, 2004

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

UNBUDGETED AUTOMOBILE LIABILITY - INDEMNITY
(All Districts) (3 Votes)

IT IS RECOMMENDED THAT YOUR BOARD:

Approve the attached appropriation adjustment to increase spending authority for the Office of AIDS Programs and Policy (OAPP) to cover costs associated with insurance indemnity charges from a Board-approved claim settlement in the amount of \$1,075,000, with no overall increase in net County cost for the Department.

PURPOSE/JUSTIFICATION OF THE RECOMMENDED ACTION:

Approval of this action will allow these costs to be appropriately reflected as charges in the OAPP budget for the payment of an automobile liability claim settlement. The Board authorized the settlement of this claim on October 21, 2003.

FISCAL IMPACT/FINANCING:

The total cost of the Automobile Liability - Indemnity Services claim settlement is \$1,075,000. It is funded within the Fiscal Year 2003-04 DHS Budget.

The Honorable Board of Supervisors

June 17, 2004

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The appropriation adjustment will transfer anticipated surplus funding from the Other Charges/Medical Malpractice budget for Harbor-UCLA Medical Center to the Other Charges/Automobile Liability budget for OAPP. This is a one-time, non-planned expenditure and will not result in an increase in net County cost for the Department overall. The Department has consulted with the Federal Department of Health and Human Services - Health Resources and Services Administration (HRSA) regarding this one-time increase in net County cost for OAPP and has advised that the increase will not affect the County's ongoing Maintenance of Effort requirement for the receipt of Ryan White CARE Act funding.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS:

The claim settlement stems from a lawsuit filed on behalf of two individuals against the County of Los Angeles.

Attachment A provides additional information.

CONTRACTING PROCESS:

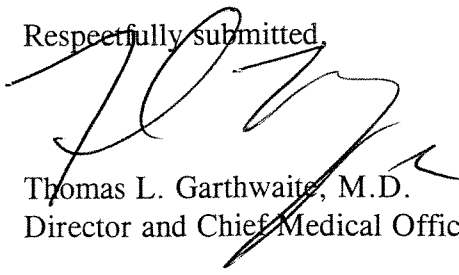
Not applicable.

IMPACT ON CURRENT SERVICES (OR PROJECT):

This action will allow the Department to redirect available funding to pay the claim settlement and to avoid curtailing necessary HIV/AIDS-related services.

When approved, this Department requires three signed copies of the Board's action.

Respectfully submitted,



Thomas L. Garthwaite, M.D.
Director and Chief Medical Officer

TLG:es

Attachments (2)

c: Chief Administrative Officer
County Counsel
Executive Officer, Board of Supervisors

blcd3476es.wpd

SUMMARY OF BUDGET APPROPRIATION

1. TYPE OF ACTION:

Transfer of automobile liability - indemnity funds.

2. AGENCY ADDRESSES AND CONTACT PERSONS:

Transferee:

County of Los Angeles
Department of Health Services
Office of AIDS Programs and Policy
600 South Commonwealth Avenue,
Los Angeles, California 90005
Attention: Charles L. Henry, Director
Telephone: (213) 351-8001

Transferor:

County of Los Angeles
Department of Health Services
Harbor-UCLA Medical Center
1000 West Carson Street
Torrance, CA 90509
Attention: Jody Nakasuji
Telephone: (310) 222-3221

3. TERM:

Fiscal Year 2003-04.

4. FINANCIAL INFORMATION:

Amount : \$1,075,000.

5. GEOGRAPHIC AREA TO BE SERVED:

Not Applicable.

6. ACCOUNTABLE FOR MONITORING AND EVALUATION:

Charles L. Henry, Director, Office of AIDS Programs and Policy.

7. APPROVALS:

Office of AIDS Programs and Policy: Charles L. Henry, Director.

Public Health Programs and Services: John F. Schunhoff, Ph.D., Chief of Operations.

Contracts and Grants Division: Irene E. Riley, Director.

COUNTY OF LOS ANGELES
REQUEST FOR APPROPRIATION ADJUSTMENT

DEPT'S.
No.

DEPARTMENT OF health Services

June 8, 2004

AUDITOR-CONTROLLER.
THE FOLLOWING APPROPRIATION ADJUSTMENT IS DEEMED NECESSARY BY THIS DEPARTMENT. WILL YOU PLEASE REPORT AS TO ACCOUNTING AND AVAILABLE BALANCES AND FORWARD TO THE CHIEF ADMINISTRATIVE OFFICER FOR HIS RECOMMENDATION OR ACTION.

ADJUSTMENT REQUESTED AND REASONS THEREFOR

3-VOTE

SOURCES:

Coastal Area
Other Charges
MN1-HH-60020-5500 \$1,075,000
General Fund Operating Subsidy - Coastal Area
Operating Transfer Out *Part*
A01-AC-21226-6100 *6100* \$1,075,000
TOTAL: \$2,150,000

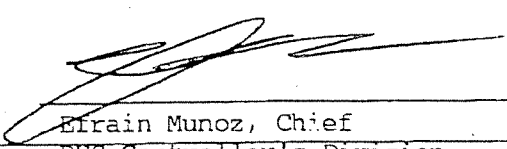
USES:

Coastal Area
Operating Subsidy
MN1-HH-60020-9912 \$1,075,000
Office of AIDS Programs & Policy
Other Charges
A01-HS-25770-5500 \$1,075,000
TOTAL: \$2,150,000

Justification:

This adjustment will transfer a portion of the Medical Malpractice budget from Harbor/UCLA Medical Center to the Office of AIDS Program and Policy (OAPP). The request will reflect a one time increase to net County cost in OAPP as a result of insurance indemnity charges resulting from a claim settlement. This action was not anticipated at the time the budget was adopted.

EM:br
06/08/04


Brian Munoz, Chief
DHS-Controller's Division

CHIEF ADMINISTRATIVE OFFICER'S REPORT

REFERRED TO THE CHIEF
ADMINISTRATIVE OFFICER FOR—

ACTION

✓
RECOMMENDATION

APPROVED AS REQUESTED

AS REVISED

19

CHIEF ADMINISTRATIVE OFFICER

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APPROVED (AS REVISED):
BOARD OF SUPERVISORS

AUDITOR-CONTROLLER

BY

Mike Jung
JUNE 15 2004

No 311